

REIMBURSEMENT RESOLUTION

_____(NAME OF ACADEMY)
_____ County, Michigan

_____(the "Academy").

A _____ meeting of the Board of Directors was held in the _____, on the ____ day of _____, 2004, at ____ o'clock in the _____.

The meeting was called to order at ____ o'clock in the _____ by _____, President.

Present: _____

Absent: _____

The following preamble and resolution were offered by _____ and supported by _____:

WHEREAS, _____ (the "Academy") desires to acquire and/or construct a new education facility and related improvements (the "Facility"), and desires to obtain tax-exempt financing for the acquisition cost of such Facility;

WHEREAS, in connection with the Facility construction and financing, the Academy intends to authorize the issuance of a general obligation note or bond of the Academy (the "Municipal Obligation") in an aggregate amount not to exceed \$_____, and the sale of such obligation to the Michigan Public Educational Facilities Authority;

WHEREAS, prior to issuance of the Municipal Obligation, the Academy must (i) receive prior approval of the financing from the Michigan Department of Treasury (ii) be granted qualified status as provided in Act 34, Public Acts of Michigan, 2001, as amended, or (iii) be deemed exempt from such qualification;

NOW, THEREFORE, BE IT RESOLVED THAT:

1. In order to comply with Federal Treasury Regulation § 1.150-2, the Academy Board states that the Academy intends to reimburse expenditures for Facility improvements with proceeds of the Municipal Obligation, by making the following declaration:

(A) The Academy reasonably expects to reimburse itself for the expenditures made to acquire the Facility with proceeds of debt to be incurred by the Academy.

- (B) The maximum principal amount of debt expected to be issued for reimbursement purposes including bond issuance costs is \$_____, which may be issued in one or more series.
- (C) A reimbursement allocation of the expenditures for the Facility with the proceeds of the borrowing described here will occur not later than 18 months after the later of (i) the date on which the expenditure is paid, or (ii) the date the Facility placed in service or abandoned, but in no event more than three (3) years after the original expenditure is paid. A reimbursement allocation is an allocation in writing that evidences the Academy's use of the proceeds of the debt to be issued for the Facility to reimburse the Academy for a capital expenditure made pursuant to this Resolution.
- (D) This Resolution is adopted to indicate the intent of the Academy only, and does not bind the Academy to acquire and/or construct any portion of the Facility or to issue any obligations of the Academy.
2. Either the President, Vice President or Secretary are authorized, if necessary, to request qualified status from the Michigan Department of Treasury and to pay the related fee, or to request the Michigan Department of Treasury to issue and order granting prior approval to issue
3. All Resolutions and parts of Resolutions insofar as they conflict with the provisions of this Resolution are rescinded.

ADOPTED BY THE FOLLOWING VOTE:

YEAS: _____

NAYS: _____

Resolution declared adopted.

Secretary, Board of Directors

The undersigned duly qualified and acting Secretary of the Board of Directors of West Michigan Academy of Environmental Science, hereby certifies that the foregoing is a true and complete copy of a resolution adopted by the Board at a _____ meeting held on _____, 2003, the original of which is a part of the Board's minutes and further certifies that notice of the meeting was given to the public pursuant to the provisions of the Open Meetings Act, 1976 PA 267, as amended.

Secretary, Board of Directors